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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA
9	COUNTY OF LOS ANGELES
10	CENTRAL DISTRICT
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12	G N. DC414648
13	PEOPLE OF THE STATE OF CALIFORNIA, Case No. BC414648
14	Plaintiff, SETTLEMENT AGREEMENT BETWEEN DEFENDANT DON RUIZ AND PLAINTIFF
15	V. AND PLAINTIFF
16	LAW ENFORCEMENT APPRENTICESHIP
17	PROGRAM, ET AL.
18	Defendants.
.19	and Order are entered into by hetween and
20	1. Parties. This Settlement Agreement and Order are entered into by, between, and
. 21	among the settling parties, Plaintiff, the People of the State of California ("the People"), by
22	Edmund G. Brown Jr., Attorney General of the State of California ("Attorney General") and
23	Defendant Don Ruiz (hereinafter, collectively, also referred to as "Settling defendant").
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26	control over Law Enforcement Apprenticeship Program, serving as officer and director from 2001
27	to 2005.
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RUIZ SETTLEMENT AGREEMENT

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2.2 In May of 2009, the Attorney General, on behalf of the People, sued RUIZ in the underlying action for breach of fiduciary duty, breach of charitable trust, unfair business practices and for filing and distributing false and incomplete financial reports.

- 2.3 RUIZ denies any wrongdoing.
- 2.4 The Settling Parties, each of whom, desiring to avoid the expense, uncertainty, and inconvenience of further litigation in this case, state all claims alleged against the Defendant arising out of the Action have been settled.
  - 3. Settlement Terms-Monetary.
- thousand five hundred dollars), representing one half of the settlement payment, shall be retained by the Attorney General for fees and costs incurred by the Charitable Trusts Section in this action, pursuant to Government Code sections 12598 and 12586.2. The monies retained by the Attorney General shall be used exclusively by the Charitable Trusts Section for the administration of the Attorney General's charitable trust enforcement responsibilities. The other half of the settlement payment, in the amount of \$2,500, shall be deposited into the Attorney General's Litigation Deposit Fund for the benefit of the California Community Foundation, a California nonprofit public benefit corporation. Said funds shall be distributed to the California Community Foundation for the specific purpose of supporting programs that provide mentoring for at-risk youth.
- 3.2 The \$5,000 payment shall be paid by RUIZ on or before November 1, 2011. Ruiz has requested a payment plan to pay the \$5,000 in installments. RUIZ shall make monthly payments of \$500, starting on or before December 15, 2010. The monthly payments shall be made on or before the 15th of each month, unless the date falls on a weekend, and in which case the payment shall be due on the second Friday of the month. All payments pursuant to this paragraph of the Settlement Agreement shall be made payable to the California Department of Justice and shall be delivered to the Attorney General's Office at 300 S. Spring Street, Los Angeles, California 90013, to the attention of Deputy Attorney General Tania M. Ibanez.

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3.3 In the event that RUIZ defaults on the payment plan set forth above, Plaintiff shall notify Defendant in writing that he is in default and RUIZ shall have five (5) days from receipt of said writing to cure the default.

3.4 Defendant RUIZ shall execute a Stipulation for Entry of Consent Judgment, attached hereto as Exhibit A. The Attorney General's Office may file the Consent Judgment, attached as Exhibit B hereto, if defendant RUIZ fails to meet any requirements of the Settlement. The Attorney General shall recover the amount of the Consent Judgment minus any payments RUIZ has made in compliance with this Settlement Agreement. The Attorney General's Office shall also be entitled to recover the prevailing legal rate of interest on the amount remaining due pursuant to the Judgment, in the event of a default and failure to cure the default.

## 4. Settlement Terms - Non-monetary

Cooperation: RUIZ will fully cooperate and assist the Attorney General in his prosecution of the Action against the remaining defendants in *People v. Law Enforcement Apprenticeship Program* BC 414648. Such cooperation shall include, without limitation:

- a. Providing to the Attorney General promptly and without the necessity for formal discovery request, any and all information and documents reasonably available to RUIZ in conjunction with the Attorney General's investigation of the facts, events and occurrences at issue in the Action.
- b. Testifying fully and truthfully regarding all events, occurrences, transactions and facts known to RUIZ relevant to or discoverable in the Action.
- c. Upon reasonable prior notice by Plaintiff's counsel, RUIZ will be available to testify at deposition, court hearings and trial, without the necessity of subpoena, court order, or the payment of witness-related fees.

## 5. General Provisions

5.1 Upon the successful completion of all terms of this Agreement, the Settling Parties hereby release and discharge each other party, his/her/its employees, officers, agents, successors and assigns from all civil liability, civil claims, and civil damages known to them that relate to, or arise from, the allegations set forth in the Complaint. The release and discharge set forth in this

paragraph is binding only on the parties to this Settlement Agreement. Further, this release and discharge shall not be construed to limit or prevent any party's ability to enforce the terms of this Agreement.

- 5.2 This Settlement Agreement shall not constitute an admission or finding of any wrongdoing, fault, violation of law, or liability of any of the Defendant.
- 5.3 This Settlement Agreement contains the entire agreement and understanding among the Settling Parties concerning the subject matter of the Action and supersedes all other agreements of any kind concerning the subject matter of the Action. Each of the undersigned warrants that no promise or inducement has been offered to them except as set forth herein and that the Settlement Agreement is executed without reliance upon any statement or representation by any persons or parties, or their representatives, concerning the nature and extent of injuries and/or damages and/or legal liability herein.
- 5.4 Each of the Settling Parties acknowledges that he, she, or it has read the entire Settlement Agreement and understands it and, in addition, has had an opportunity to discuss the content with an attorney and make whatever investigation or inquiry that party may deem necessary or desirable in connection with the subject matter of the Agreement.
- 5.5 Each of the parties warrants that he, she, or it is legally competent to execute the Settlement Agreement. Any person executing this Settlement Agreement on behalf of any Settling Party does hereby personally represent and warrant to the other parties that he/she/it has the authority to execute this Settlement Agreement on behalf of, and to fully bind, that party.
- 5.6 This Settlement Agreement shall be binding upon the heirs, devisees, executors, affiliates, administrators, successors, assigns, officers, directors, trustees, executors, agents and employees of each and every one of the Settling Parties.

- 5.7 This Settlement Agreement is a product of bargained-for, arms-length negotiations among the Settling Parties and their counsel. No party shall be considered the author of this Agreement.
- 5.8 This Settlement Agreement and all rights and obligations arising out of it shall be governed and construed in accordance with the laws of the State of California.
- 5.9 This Settlement Agreement may be executed in separate counterparts, each of which shall be deemed an original, and said counterparts shall together constitute one Settlement Agreement, binding all parties hereto notwithstanding that all of the parties are not signatory to the original or same counterpart. All original signatures shall be delivered to Tania M. Ibanez, Office of the Attorney General, 300 S. Spring Street, Suite 1702, Los Angeles, CA 90013.

IT IS SO AGREED.

DATE:

12-8-2010

EDMUND G. BROWN JR, Attorney General

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TANIA M. IBANEZ, Deputy Attorney General Attorneys for the People of the State of California

DATE:

12-4-2010

By DON RUIZ